TENNESSEE GENERAL ASSEMBLY FISCAL REVIEW COMMITTEE

FISCAL NOTE



SB 53

February 14, 2011

SUMMARY OF BILL: Expands authorization for obtaining a handgun carry permit to any person owning real property in Tennessee who is a United States citizen and is at least 21 years of age.

ESTIMATED FISCAL IMPACT:

Increase State Revenue – \$262,500/Safety \$46,300/TBI

Increase State Expenditures – \$66,400/One-Time \$34,400/Recurring

Increase Local Revenue – \$46,300

Assumptions:

- The Department of Safety estimates that 3,088 additional handgun permits will be issued to non-resident property owners.
- The handgun carry permit fee is \$115, of which \$15 is earmarked for the Tennessee Bureau of Investigation (TBI), \$15 is earmarked for reimbursement to sheriffs of local governments, and \$85 is earmarked for the Department of Safety.
- The recurring increase to state revenue earmarked for the Department of Safety is estimated to be \$262,480 (3,088 applicants x \$85 fee).
- The recurring increase to state revenue earmarked for TBI is estimated to be \$46,320 (3,088 applicants x \$15).
- The recurring increase to local government revenue is estimated to be \$46,320 (3,088 applicants x \$15).
- One-time costs of \$60,600 for computer programming to allow handgun permits to be issued to non-resident property owners will be required and performed outside of the Department of Safety.

• The Department of Safety will require one additional Safety Examiner to process applications at a recurring cost of \$34,400 (\$20,600 salary + \$10,200 benefits + \$3,600 operational). One-time state expenditures associated with the new position are estimated to be \$5,800 (computer, software, supplies).

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

James W. White, Executive Director

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